

Net Element, Inc.
Form SC 13D/A
April 11, 2019

SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, DC 20549

SCHEDULE 13D

Under the Securities Exchange Act of 1934

(Amendment No. 9)

Net Element, Inc.
(Name of Issuer)

Common Stock, \$0.0001 per share par value
(Title of Class of Securities)

64111R 102
(CUSIP Number)

Oleg Firer

Star Equities, LLC

c/o Net Element, Inc.

3363 NE 163rd Street, Suite 705

North Miami Beach, FL 33160

(305) 507-8808
(Name, Address and Telephone Number of Person Authorized to Receive Notices and Communications)

April 10, 2019
(Date of Event which Requires Filing of this Statement)

If the filing person has previously filed a statement on Schedule 13G to report the acquisition that is the subject of this Schedule 13D, and is filing this schedule because of §§240.13d-1(e), 240.13d-1(f) or 240.13d-1(g), check the following box.

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Note: Schedules filed in paper format shall include a signed original and five copies of the schedule, including all exhibits. See Rule 13d-7 for other parties to whom copies are to be sent.

*The remainder of this cover page shall be filled out for a reporting person's initial filing on this form with respect to the subject class of securities, and for any subsequent amendment containing information which would alter disclosures provided in a prior cover page.

The information required on the remainder of this cover page shall not be deemed to be "filed" for the purpose of Section 18 of the Securities Exchange Act of 1934 ("Act") or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, see the Notes).

CUSIP No. 64111R 102

Names of Reporting Persons.

1
 Oleg Firer
 Check the Appropriate Box
 if a Member of a Group (a)
 2
 (b)

3 SEC Use Only
 4 Source of Funds OO

Check if Disclosure of Legal
 Proceedings Is Required
 5 Pursuant to Items 2(d) or
 2(e)

6 Citizenship or Place of
 Organization United States

NUMBER OF
~~SOLE~~ Voting Power 365,576
~~OF~~ Shared Voting Power 67,312
 9 Sole Dispositive Power 365,576

SHARES

BENEFICIALLY

OWNED

BY

10 Shared Dispositive Power 95,884⁽¹⁾
 EACH

REPORTING

PERSON

WITH

Aggregate Amount
 11 Beneficially Owned by Each 461,460⁽¹⁾
 Reporting Person

Check if the Aggregate
 12 Amount in Row (11)

Excludes Certain Shares
 13 Percent of Class Represented 11.49%
 by Amount in Row (11)

14 Type of Reporting Person IN

⁽¹⁾ Includes 28,572 (as adjusted for a reverse stock split dated October 5, 2017) shares issuable to Star Equities, LLC upon exercise of the Amended Option.

CUSIP No. 64111R 102

Names of Reporting Persons.

1
 Star Equities LLC
 Check the Appropriate Box
 if a Member of a Group (a)
 2
 (b)

3 SEC Use Only

4 Source of Funds WC

Check if Disclosure of Legal
 Proceedings Is Required

5 Pursuant to Items 2(d) or
 2(e)

6 Citizenship or Place of
 Organization United States

~~NUMBER~~ Voting Power 0

~~OF~~ Shared Voting Power 67,312

9 Sole Dispositive Power 0

SHARES

BENEFICIALLY

OWNED

BY

10 Shared Dispositive Power 95,884⁽¹⁾

EACH

REPORTING

PERSON

WITH

Aggregate Amount

11 Beneficially Owned by Each 461,460⁽¹⁾

Reporting Person

Check if the Aggregate

12 Amount in Row (11)

Excludes Certain Shares

13 Percent of Class Represented 2.46%
 by Amount in Row (11)

14 Type of Reporting Person CO

⁽¹⁾ Includes 28,572 (as adjusted for a reverse stock split dated October 5, 2017) shares issuable to Star Equities, LLC upon exercise of the Amended Option.

This Amendment No. 8 to Schedule 13D (the “Amendment No. 8”) relates to the common stock, \$0.0001 per share par value (the “Common Stock”), of Net Element, Inc., a Delaware corporation (the “Company”), and further amends the Schedule 13D filed by Oleg Firer with the Securities and Exchange Commission on September 18, 2014, as amended by the Amendment No. 1 filed by Mr. Firer on May 12, 2015, the Amendment No. 2 filed by Mr. Firer on September 22, 2015, the Amendment No. 3 filed by Mr. Firer on October 15, 2015, the Amendment No. 4 filed by Mr. Firer on December 2, 2015, the Amendment No. 5 filed by Mr. Firer on June 20, 2016, the Amendment No. 6 filed by Mr. Firer on October 11, 2017, the Amendment No. 7 filed by Mr. Firer on October 27, 2017 and the Amendment No. 8 filed by Mr. Firer on January 8, 2018 (the “Schedule 13D”). The Company’s principal executive offices are located at 3363 NE 163rd Street, Suite 705, North Miami Beach, FL 33160.

Except as set forth below, all Items of the Schedule 13D remain unchanged. All capitalized terms not otherwise defined herein shall have the meanings ascribed to such terms in the Schedule 13D.

Item 4. Purpose of the Transaction

Item 4 is hereby amended to add the following information for updating:

On April 10, 2019, 121,713 shares of Common Stock of the Company were awarded to Mr. Firer pursuant to the Company’s 2013 Equity Incentive Plan, as amended. 100% of such shares vested immediately as of the date of grant to Mr. Firer.

Item 5. Interest in Securities of Issuer

Items 5(a) and (b) of Schedule 13D are hereby amended and restated in their entirety by the following:

(a) – (b) As of the date hereof, Star Equities is the beneficial owner of 95,884 restricted shares of Common Stock consisting of (1) 28,572 restricted shares of Common Stock issuable upon exercise of the Amended Option, and (2) 67,312 restricted shares of Common Stock issued to Star Equities pursuant to the conversion of that certain promissory note dated March 1, 2017 by the Company to Star Equities LLC (the “Promissory Note”) of the entire outstanding amount of \$374,253.13 (including the principal amount of \$348,083.32 and accrued and unpaid interest) for a purchase price of \$5.56 per share, representing in the aggregate approximately 2.46% of the outstanding shares of Common Stock, based on (x) 3,865,467 shares of Common Stock issued and outstanding as of March 29, 2019, as disclosed in the Form 10-K filed by the Issuer with the SEC on April 1, 2019, plus (y) 28,572 restricted shares of Common Stock issuable upon exercise of the Amended Option.

As of the date hereof, Mr. Firer is deemed to have beneficial ownership of 461,460 shares of Common Stock consisting of (1) 365,576 restricted shares of Common Stock held directly by Mr. Firer, and (2) as the sole member of Star Equities, Mr. Firer can be deemed to beneficially own the above-described restricted shares of Common Stock beneficially owned by Star Equities (which equals to 95,884 shares as of the date hereof, as described above), and such shares collectively represent approximately 11.49% of the outstanding shares of Common Stock, based on (x) 3,865,467 shares of Common Stock issued and outstanding as of March 29, 2019, as disclosed in the Form 10-K filed by the Issuer with the SEC on April 1, 2019, plus (y) 121,713 shares of Common Stock issued to Mr. Firer as disclosed in Item 4 above plus (z) 28,572 restricted shares of Common Stock issuable upon exercise of the Amended Option. Mr. Firer has sole voting power and sole dispositive power with respect to 365,576 restricted shares of Common Stock and shared voting power and shared dispositive power with respect to the above-described shares beneficially owned by Star Equities.

(c) Except as disclosed in Item 4, neither Star Equities nor Mr. Firer has effected any transaction in the Common Stock in the past 60 days.

SIGNATURES

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement is true, complete, and correct.

Date: April 10, 2019

/s/ Oleg Firer

Oleg Firer

Date: April 10, 2019

STAR EQUITIES, LLC

By:

/s/ Oleg Firer

Oleg Firer, as Managing Member